

SENATE BILL 2596

By Tracy

AN ACT to amend Tennessee Code Annotated, Title 67,  
Chapter 4, relative to taxes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-721, is amended by deleting the section in its entirety and by substituting instead the following language:

**§ 67-4-721.**

(a) If any person liable for any tax, penalty or interest levied by this part shall sell out the person's business or stock of goods, or shall quit the business, the person shall make a final return and payment within fifteen (15) days after the date of selling or quitting the business. No successor or assign of any person liable for any tax, penalty or interest levied by this part shall be liable for such tax, penalty or interest that is not directly incurred by such successor or assign.

(b)

(1) Nothing in this section shall apply to any licensee transferring a business from one location to another, within the same municipality, on a one-time basis during any annual taxable period.

(2) In the event of a transfer as described in subdivision (b)(1), a licensee shall notify the local tax collector at least five (5) days prior to the last day of business at the old location, submitting information and payment of a three dollar and fifty cents (\$ 3.50) recording fee for the new location.

(3) Succeeding transfers by the same licensee, within the same annual taxable period, shall be subject to a final return and payment

within fifteen (15) days, plus a new minimum business license and recording fee for the new location.

SECTION 2. This act shall take effect on July 1, 2006, the public welfare requiring it.